

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PURCHASED WATER ADJUSTMENT OF)	
NELSON VALLEY WATER ASSOCIATION,)	CASE NO. 92-433
INC.)	

O R D E R

On October 14, 1992, Nelson Valley Water Association, Inc. ("Nelson Valley") filed its application with the Public Service Commission ("Commission") for the purpose of adjusting its rates pursuant to the purchased water adjustment procedure. KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the evidence of record and being otherwise sufficiently advised, finds that:

1. Nelson Valley's supplier, Somerset Water Service ("Somerset"), increased its base rate from \$1.55 to \$2.00 per 1,000 gallons effective October 1, 1992.

2. Nelson Valley increased the rate to its customers effective October 15, 1992. Based on an average monthly usage of 5,000 gallons, the monthly bills for Nelson Valley's customers will increase by \$2.85 from \$18 to \$20.85, an increase of 14.7 percent.

3. During the 12 months ending July 31, 1992, Nelson Valley purchased 78,670,109 gallons of water and sold 62,556,799 gallons.

4. The increase in Nelson Valley's purchased water cost is \$35,402, resulting in a purchased water adjustment of 57 cents per 1,000 gallons of water.

5. The purchased water adjustment of 57 cents per 1,000 gallons and the rates in Appendix A, attached hereto and incorporated herein, are fair, just and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

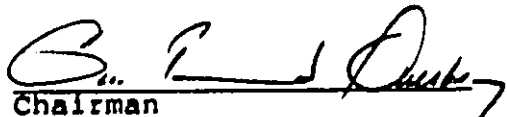
1. The purchased water adjustment of 57 cents per 1,000 gallons and the rates in Appendix A are hereby approved for service rendered on and after October 1, 1992.

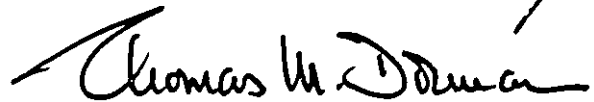
2. Within 30 days of the date of this Order, Nelson Valley shall file a revised tariff sheet setting out the rates approved herein.

3. Within 30 days of the date of this Order, Nelson Valley shall file a copy of the notice to its customers and verification that such notice has been given.

Done at Frankfort, Kentucky, this 6th day of November, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 92-433 DATED November 6, 1992.

The following rates and charges are prescribed for the customers in the area served by Nelson Valley Water Association, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

Monthly Water Rates

First 2,000 gallons	\$9.24 (Minimum Bill)
Next 3,000 gallons	3.87 per 1,000 gallons
Over 5,000 gallons	3.62 per 1,000 gallons